

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6861

BILL NUMBER: SB 264

NOTE PREPARED: Feb 3, 2014

BILL AMENDED: Jan 30, 2014

SUBJECT: Choices for Teachers Program.

FIRST AUTHOR: Sen. Banks

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: (Amended) This bill provides that a public school teacher who has received a designation of "highly effective" or "effective" and who applies to work and is subsequently employed in a public school or charter school that meets certain criteria is eligible to receive a stipend if an appropriation is made to provide stipends.

Effective Date: July 1, 2014.

Explanation of State Expenditures: (Revised) *Summary:* Overseeing this program would be within OMB's routine administrative functions and should be able to be implemented with no additional appropriations, assuming near customary agency staffing and resource levels. Under this bill, a teacher would only receive a stipend if an appropriation is made to provide stipends.

The number of teachers who might be eligible and apply for the stipend is unknown at this time. However, using data from 2013 accountability results, for schools that were awarded a grade in 2013, there are approximately 258 out of 1,750 public schools and approximately 36 out of 63 charter schools that could qualify to be designated as an eligible school.

(Revised) **Additional Information:**

In order to qualify for the stipend, a teacher must be currently teaching in a noncharter public school or a charter school, and must have been rated as either highly effective or effective on the teacher's most recent performance evaluation. The teacher must agree to teach in a school other than the school where the teacher is currently employed. The school in which the teacher would be teaching (eligible school) must be a public

school, including a charter school, that has been placed in either of the two lowest designations of school academic performance and growth.

The eligible teacher would receive the stipend for two years after the teacher begins to teach at the eligible school. To apply for the program, the teacher must submit an application to the OMB.

Under the bill, a school corporation or charter school where the eligible teacher is employed may not pay the teacher a lower salary than is paid to a comparable teacher employed by the school corporation or charter school.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Office of Management and Budget.

Local Agencies Affected: Public schools; Charter schools.

Information Sources: DOE website: www.doe.in.gov/accountability/f-accountability

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